

BEFORE THE BOARD OF REAL ESTATE APPRAISERS

STATE OF IDAHO

In the Matter of the License of:)	
)	Case No. REA-2006-6
TERRY R. RUDD,)	
License No. CGA-65,)	STIPULATION AND
)	CONSENT ORDER
Respondent.)	
)	

WHEREAS, information has been received by the Idaho State Board of Real Estate Appraisers (the "Board") that constitutes sufficient grounds for the initiation of an administrative action against Terry R. Rudd ("Respondent"); and

WHEREAS, the parties mutually agree to settle the matter in an expeditious manner in lieu of administrative hearings before the Board; now, therefore,

IT IS HEREBY STIPULATED AND AGREED between the undersigned parties that this matter shall be settled and resolved upon the following terms:

A. Stipulated Facts and Law

- A.1. The Board regulates the practice of real estate appraising in the State of Idaho in accordance with title 54, chapter 41, Idaho Code.
- A.2. The Board has issued License No. CGA-65 to Respondent. Respondent's license is subject to the provisions of title 54, chapter 41, Idaho Code and the Board's rules at IDAPA 24.18.01, *et seq*.
- A.3. Appraisals in the State of Idaho must comply with the minimum standards set forth in the Uniform Standards of Professional Appraisal Practices ("USPAP").
- A.4. On or about October 29, 2005, Respondent prepared a restricted use limited appraisal report for property located at 3872 Moscow Mountain Road in Latah County, Idaho (the "Subject Property").
- A.5. Respondent's appraisal report and work file for the Subject Property failed to meet the following requirements of applicable USPAP Standards (2005):

- a. <u>Standard 2-2(c)</u>: Respondent's appraisal report fails to adequately identify the intended use of the report. In addition, the type of value is not clearly defined and the source is not cited.
- b. <u>Standard 2-3:</u> Respondent's certification fails to indicate whether Respondent made a personal inspection of the Subject Property.
- A.6. The allegations of Paragraphs A.4 and A.5, if proven, would violate the laws and rules governing the practice of real estate appraisals, specifically Idaho Code § 54-4107(1)(e) and IDAPA 24.18.01.700. Violations of these laws and rules constitute grounds for disciplinary action against Respondent's license to practice real estate appraising in the State of Idaho.

B. Waiver of Procedural Rights

- I, Terry R. Rudd, by affixing my signature hereto, acknowledge that:
- B.1. I have read, understand and admit the allegations pending before the Board, as stated in Section A, Paragraphs A.4 and A.5. I further understand that these allegations constitute cause for disciplinary action upon my license to practice real estate appraising in the State of Idaho.
- B.2. I understand that I have the right to a full and complete hearing; the right to confront and cross-examine witnesses; the right to present evidence or to call witnesses, or to testify myself; the right to reconsideration of the Board's orders; the right to judicial review of the Board's orders; and all rights accorded by the Administrative Procedure Act of the State of Idaho and the laws and rules governing the practice of real estate appraising in the State of Idaho. I hereby freely and voluntarily waive these rights in order to enter into this Stipulation as a resolution of the pending allegations.
- B.3. I understand that in signing this Stipulation I am enabling the Board to impose disciplinary action upon my license without further process.
- B.4. I make this Stipulation only to resolve this matter without admission of guilt and seeking to obtain peace of mind.

C. Stipulated Discipline

- C.1. Respondent shall pay to the Board an administrative fine in the amount of Five Hundred and No/100 Dollars (\$500.00) within thirty (30) days of the entry of the Board's Order.
- C.2. Respondent shall pay investigative costs and attorney fees in the amount of Seven Hundred Fifty and No/100 Dollars (\$750.00) within ninety (90) days of the entry of the Board's Order.
- C.3. Respondent shall take a 30-classroom-hour¹ course in sales comparisons from a Board-approved provider within twelve (12) months from the date of entry of the Board's Order. The period of twelve months is allowed so Respondent can attempt to locate and attend the class without having to incur extensive travel time and expense, if a course is offered in the Northwest, but if not, Respondent will have to locate and attend the class within twelve months wherever it is located

Respondent shall take and pass any examinations given at the conclusion of the courses. Respondent shall submit proof of attendance and proof that he passed any given examinations within 30 days of attendance. If no examinations are given at the conclusion of the courses, Respondent shall submit a letter from the course instructor stating that no examinations were given. Said continuing education shall be <u>in addition</u> to any continuing education Respondent is required to obtain to maintain his license.

¹ Classroom hours as used in this Stipulation and Consent Order and in the Rules of the Real Estate Appraiser's Board, IDAPA 24.18.01.000 *et seq.*, includes instruction in which:

⁽a) the appraiser taking the class and the instructor are physically present in the same location at the same time (traditional classroom hours), or

⁽b) the appraiser taking the class and the instructor are connected at the same time through videoconferencing or a similar technology, the appraiser taking the class is present in the same location with other appraisers taking the class, and the facilities are set up for interactive two-way communication between the instructor and the appraisers taking the class that allows questions to be posed by appraisers taking the class and answered by the instructor during the class (interactive distance learning classroom hours).

Classroom hours do not include on-line courses in which the appraiser taking the class is at a remote location from the other appraisers taking the class or in which the appraiser taking the class is not able to pose questions to the instructor and receive answers in real time.

- C.4. In light of this Stipulation and Consent Order Respondent agrees to the following:
- a. Respondent shall comply with all state, federal and local laws, rules and regulations governing the practice of real estate appraising in the State of Idaho.
- b. Respondent shall inform the Board in writing of any change of place of practice or place of business within 15 days of such change.
- c. Respondent shall fully cooperate with the Board and its agents, and shall make all relevant files, records, correspondence or other documents available immediately upon the demand of any member of the Board and its agents.
- C.5. All costs associated with compliance with the terms of this Stipulation are the sole responsibility of Respondent.
- C.6. The violation of any of the terms of this Stipulation by Respondent may warrant further Board action. The Board therefore retains jurisdiction over this proceeding until all matters are finally resolved as set forth in this Stipulation.

D. Presentation of Stipulation to Board

- D.1. The Board's prosecutor shall present this Stipulation to the Board with a recommendation for approval.
- D.2. The Board may accept, modify with Respondent's approval, or reject this Stipulation. If the Board rejects the Stipulation, an administrative Complaint may be filed with the Board. Respondent waives any right Respondent may have to challenge the Board's impartiality to hear the allegations in the administrative Complaint based on the fact that the Board has considered and rejected this Stipulation. Respondent does not waive any other rights regarding challenges to Board members.
- D.3. If the Board rejects this Stipulation then, except for Respondent's waiver set forth in Paragraph D.2., this Stipulation shall be regarded as null and void, and admissions in this Stipulation and negotiations preceding the signing of this Stipulation will not be admissible at any subsequent disciplinary hearing.

D.4. Except for Paragraph D.2. which becomes effective when Respondent signs this Stipulation, this Stipulation shall not become effective until it has been approved by a majority of the Board and a Board member signs the attached Order.

E. Violation of Stipulation and Consent Order

- E.1. If Respondent violates this Stipulation and Consent Order, the violation shall be considered grounds for additional discipline and the Board may impose additional discipline pursuant to the following procedure:
- a. The Chief of the Bureau of Occupational Licenses shall schedule a hearing before the Board to assess whether Respondent has violated this Stipulation and Consent Order. The Chief shall also serve notice of the hearing and charges to Respondent and to Respondent's attorney, if any. Within twenty-one (21) days after the notice of the hearing and charges is served, Respondent may submit a response to the allegations. If Respondent does not submit a timely response to the Board, the alleged violations will be deemed admitted.
- b. At the hearing, the Board and Respondent may submit evidence and present oral argument based upon the record in support of their positions. Unless otherwise ordered by the Board, the evidentiary record before the Board shall be limited to evidence relevant to whether Respondent has violated this Stipulation and Consent Order. At the hearing the facts and substantive matters related to the violations described in Section A shall not be at issue.
- c. At the hearing, the Board may impose additional discipline, which may include the suspension or revocation of Respondent's license, the imposition of fines, the recovery of costs and attorney fees incurred by the Board and/or other conditions or limitations upon Respondent's practice.
- E.2. This Stipulation and Consent Order is the resolution of a contested case and is a public record.

E.3 This Stipulation contains the entire agreement between the parties, and Respondent is not relying on any other agreement or representation of any kind, verbal or otherwise.

I have read the above Stipulation fully and have had the opportunity to discuss it with legal counsel. I understand that by its terms I am waiving certain rights accorded me under Idaho law. I understand that the Board may either approve this Stipulation as proposed, approve it subject to specified changes, or reject it. I understand that, if approved as proposed, the Board will issue an Order on this Stipulation according to the aforementioned terms, and I hereby agree to the above Stipulation for settlement. I understand that if the Board approves this Stipulation subject to changes, and the changes are acceptable to me, the Stipulation will take effect and an order modifying the terms of the Stipulation will be issued. If the changes are unacceptable to me or the Board rejects this Stipulation, it will be of no effect.

DATED this 29 day of Jonesay, 2009.

Terry R. Rudd Respondent

Approved as to form.

DATED this

2009.

HAWLEY TROXELL ENNIS

& HAWLEY LLD

Merlyn W. Clark

Of Attorneys for Respondent

DATED this Znd day of February, 2009.

STATE OF IDAHO
OFFICE OF THE ATTORNEY GENERAL

Michael S. Gilmore Deputy Attorney General

ORDER

Pursuant to Idaho Code § 54-4106(2)(h), the foregoing is adopted as the decision of the Board of Real Estate Appraisers in this matter and shall be effective on the day of february 2009. It is so ordered.

IDAHO STATE BOARD OF REAL ESTATE APPRAISERS

Rich Bachmeier, Chair

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that on this 5	day of the day, 2009, I caused to be	
served a true and correct copy of the foregoing by the following method to:		
7,		
Terry R. Rudd 2901 Perry Lane Clarkston, WA 99403	 ☑ U.S. Mail ☐ Hand Delivery ☑ Certified Mail, Return Receipt Requested ☐ Overnight Mail ☐ Facsimile: ☐ Statehouse Mail 	
Merlyn W. Clark HAWLEY TROXELL ENNIS & HAWLEY LLP P.O. Box 1617 Boise, ID 83701-1617	 ☑ U.S. Mail ☐ Hand Delivery ☐ Certified Mail, Return Receipt Requested ☐ Overnight Mail ☐ Facsimile: ☐ Statehouse Mail 	
Jean R. Uranga URANGA & URANGA P.O. Box 1678 Boise, ID 83701-1678	 ☑ U.S. Mail ☐ Hand Delivery ☐ Certified Mail, Return Receipt Requested ☐ Overnight Mail ☐ Facsimile: ☐ Statehouse Mail 	
Michael S. Gilmore Deputy Attorney General P.O. Box 83720 Boise, ID 83720-0010	 U.S. Mail Hand Delivery Certified Mail, Return Receipt Requested Overnight Mail Facsimile: Statehouse Mail 	
	Tana Cory, Chief Bureau of Occupational Licenses	